

1 **Adopt 2 Cal. Code Regs. Section 18530.8 to read:**

2 **18530.8 Personal Loans**

3 **{Decision 1, option a}**[(a) Any personal loan made before January 1, 2001,
4 by a candidate for elective state office does not count toward the \$100,000 loan limit of
5 subdivision (b) of Government Code section 85307.]

6 **{Decision 1, option b}**[(a) Any personal loan made before January 1, 2001,
7 by a candidate for elective state office does count toward the \$100,000 loan limit of
8 subdivision (b) of Government Code section 85307.]

9 **{Decision 1, option c}**[(a) Any personal loan made before January 1, 2001,
10 by a candidate for elective state office to his or her committee organized for an election
11 to be held after January 1, 2001, is subject to the \$100,000 loan limit of subdivision (b)
12 of Government Code section 85307, to the extent that the candidate may not make any
13 additional personal loans to his or her campaign unless and until the loan balance is less
14 than \$100,000, and then any personal loans may only be in an amount such that the
15 balance of the loan does not exceed \$100,000. However, any personal loan balance in
16 excess of \$100,000 as a result of a personal loan made by the candidate prior to
17 January 1, 2001, shall not result in a violation of the Act.]

18 **{Decision 2, Option a}**[(b) The \$100,000 personal loan balance specified by
19 subdivision (b) of Government Code section 85307 as a candidate's personal loan limit
20 applies to the aggregate amount of all personal loans made by the candidate to his or
21 her controlled committee formed for the purpose of seeking an elective state office,
22 including the primary election and the general election for the same office.]

23 **{Decision 2, Option b}**[(b) The \$100,000 personal loan balance specified by
24 subdivision (b) of Government Code section 85307 as a candidate's personal loan limit
25 applies to a candidate's campaign on a "per election" basis, which is renewed with each

1 new election.]

2 (c) The proceeds of a loan made to a candidate by a commercial lending institution for
3 which the candidate is personally liable, pursuant to the terms of subdivision (a) of Government
4 Code section 85307, which the candidate then lends to his or her campaign {Decision 3,
5 option a/option b}[does/does not] count toward the \$100,000 personal loan limit imposed by
6 subdivision (b) of Government Code section 85307.

7 (d) A candidate may make a series of personal loans to his or her controlled committee
8 as long as the outstanding balance does not exceed \$100,000 at the time of making the loans. If
9 a candidate's personal loan balance has reached the \$100,000 limit, the loan balance must be
10 reduced before the candidate may make any additional loans to his or her controlled committee.

11 Note: Authority: Section 83112, Gov. Code

12 Reference: Section 85307 Gov. Code

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